OK TO ENTER: /HS/

RESPONSE UNDER 37 C.F.R. § 1.116 **EXPEDITED PROCEDURE GROUP ART UNIT 2621**

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

Atty.Dkt.No.: 5957-63700 Inventor: Jeffrey Hatalsky, et al.

\$ \$ \$ \$ Examiner: Serial Number: 10/696,600 Shibru, Helen

Filing Date: October 29, 2003 Group/Art Unit: 2621

Conf. No.: 6849 Title: DYNAMIC COMPRESSION OF A

VIDEO STREAM

RESPONSE TO FINAL OFFICE ACTION MAILED MAY 13, 2008

Mail Stop Amendment Commissioner for Patents P.O. Box 1450 Alexandria, VA 22313-1450

Dear Sir:

This paper is submitted in response to a Final Office Action of May 13, 2008, to further highlight why the application is in condition for allowance.

Please amend the case as listed below.